

Filed for intro on 02/15/2001
HOUSE BILL 1937 By
McDaniel

SENATE BILL 1908
By Clabough

AN ACT to amend Tennessee Code
Annotated, Title 56,
relative to establishing
termination or renewal
dates and procedures for
provider contracts between
hospitals and ambulatory
surgical treatment centers
and certain entities subject
to regulation.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated Title 56, Chapter ____, is amended by adding the
following as a new Part:

Part ____

Section 56-__-__

(a) The termination or renewal date for any contract for participation in a provider
network between a hospital or an ambulatory surgical treatment center and 1) an insurance
company issuing coverage described in Tennessee Code Annotated Title 56, or 2) a medical

services plan, a hospital services corporation, a hospital and medical services corporation or a health maintenance organization shall be made available to enrollees no less than sixty (60) days from the effective date of the termination or renewal date through a written notice to such enrollees.

(b) For the purpose of this Act, a hospital is defined by Tennessee Code Annotated of Section 68-11-201, item 21 and an ambulatory surgical treatment center is defined in Tennessee Code Annotated Section 68-11-201, item 3.

SECTION 2.

If any provision of this act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect other provisions or applications of the act which can be given effect without the invalid provision or application, and to that end the provisions of this act are declared to be severable.

SECTION 3.

This act applies to any contract with an effective date after its enactment and to any contract with a renewal date on or after December 31, 2002.

SECTION 4.

This act shall become effective upon becoming a law, the public welfare requiring it.